

Registered number: 07171690
Charity number: 1185764

RAINFOREST ALLIANCE LIMITED
(A company limited by guarantee)

DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE 12 MONTH PERIOD ENDED 31 DECEMBER 2020

RAINFOREST ALLIANCE LIMITED
(A company limited by guarantee)

CONTENTS

	Page
Reference and administrative details of the company, its Directors and advisers	1
Trustees' report (incorporating a Directors' report)	2 – 5
Independent auditor's report	6 – 9
Statement of financial activities	10
Balance sheet	11
Statement of cash flows	12
Notes to the financial statements	13 - 22

RAINFOREST ALLIANCE LIMITED
(A company limited by guarantee)

**REFERENCE AND ADMINISTRATIVE DETAILS OF THE COMPANY, ITS DIRECTORS AND ADVISERS
FOR THE PERIOD ENDED 31 DECEMBER 2020**

Directors

A Hinckson
J Tank
G Yu

Company registration number

07171690

Charity registration number

1185764

Registered office

The Green House
Cambridge Heath Road
London
United Kingdom
E2 9DA

Independent auditor

BDO LLP
55 Baker Street
London
W1U 7EU

RAINFOREST ALLIANCE LIMITED
(A company limited by guarantee)

TRUSTEES' REPORT (INCORPORATING A DIRECTORS' REPORT)
FOR THE PERIOD ENDED 31 DECEMBER 2020

The Directors (who are also Trustees of the charity for the purposes of the Charities Act) present their annual report together with the audited financial statements of Rainforest Alliance Limited (the company) for the year ended 31 December 2020. The Directors confirm that the directors' report and financial statements of the company comply with the current statutory requirements, the requirements of the charitable company's governing document and the provisions of the Charities SORP applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015).

a. CONSTITUTION

The Company is registered as a charitable company limited by guarantee and was set up by a Memorandum of Association on 11th October 2019 and is a registered charity number 1185764.

The principal objects of the Company are to advance the education of the public in subjects relating to sustainable development including ethical standards of conduct in social and environmental responsibility in farming and land use practices, business practices, consumer behaviour and promote sustainable development for the benefit of the public.

The Directors confirm that they have paid due regard to the guidance contained in the Charity Commission's general guidance on public benefit when setting the charity's objectives and planning its activities.

b. METHOD OF APPOINTMENT OR ELECTION OF DIRECTORS

The management of the Company is the responsibility of the Directors who are elected and co-opted under the terms of the Articles of Association. The appointment of new directors is at the discretion of the existing directors (and/or the Guarantor, the Rainforest Alliance, Inc.).

c. POLICIES ADOPTED FOR THE INDUCTION AND TRAINING OF DIRECTORS

Policies for the induction and training of new directors follow those of the ultimate parent, the Rainforest Alliance, Inc.

d. ORGANISATIONAL STRUCTURE AND DECISION MAKING

Rainforest Alliance Limited is a company limited by guarantee, whose registered number is 0717690. It is also a registered charity, number 1185764. The Company is governed by a Memorandum and Articles of Association of 26th February 2010, as amended by special resolution on 2nd October 2019. The charity was set up by a Memorandum of Association on 11th October 2019. The Company is controlled by the Directors who are also the Trustees. The company was founded by the Rainforest Alliance, Inc., who is the immediate and ultimate parent undertaking, sole member and guarantor. The Company does not have share capital. Directors are appointed by a majority of other Directors or the Guarantor. The Directors have delegated the day to day activity of the Company to Kylie Norton, the Learning, Development and HR Analytics Lead, but retain responsibility for major strategic and governance decisions.

The Company was established in furtherance of the Rainforest Alliance's global mission. Its mission is to conserve biodiversity and ensure sustainable livelihoods by transforming land-use practices, business practices and consumer behaviour.

RAINFOREST ALLIANCE LIMITED
(A company limited by guarantee)

TRUSTEES' REPORT (INCORPORATING A DIRECTORS' REPORT)
FOR THE PERIOD ENDED 31 DECEMBER 2020

e. RISK MANAGEMENT

The Directors have considered the risks to the company, including the impact of COVID-19, and these include the threat to supply chains around the world. Our revenue from supply chains remain strong and grants for new projects have increased.

The spread of COVID-19 is having a major impact on the Rainforest Alliance globally. In many countries, governments have imposed far-reaching measures to control the virus, and those measures impact all of us, our families and our communities. While offices have been closed, the Rainforest Alliance has remained open for business by working from home. Travel has been drastically reduced, but remote meetings have taken their place. The directors are satisfied that the Rainforest Alliance continues to be strong and that we are strongly positioned to weather the economic downturns that may result from COVID-19.

f. GOING CONCERN

The Directors have assessed the major risks to which the company is exposed, in particular, those related to the operations and finances of the company, and are satisfied that risk management systems and procedures are in place to mitigate exposure to the major risks.

While the long-term effects of COVID-19 on the global economy are uncertain, at Rainforest Alliance we are fortunate to have the strength of diverse income streams and a healthy reserve balance. While diversity of revenue is a key financial health and resilience factor for us, we also recognize that the uncertainty of the economy as we move through the pandemic requires us to plan for a revenue downturn.

The Directors have confirmed that the major sources of grant funding are committed and the delivery of the activities can be adjusted to ensure that guidelines around social distancing can still be applied.

Furthermore, the Directors are confident that costs will only be incurred to the extent that funding is secured. These financial statements are prepared on the going concern basis since Rainforest Alliance, Inc. has provided written confirmation of continuing financial support to enable the Company to meet its obligations as and when they fall due

The Directors are therefore confident that the Company and its ultimate parent undertakings, the Rainforest Alliance, Inc., has adequate resources to continue operating for the foreseeable future and, for this reason, the Trustees continue to adopt the going concern basis in preparing the accounts.

g. REMUNERATION OF KEY MANAGEMENT PERSONNEL

Neither the Directors nor any persons connected with them have received remuneration or reimbursements for their services as trustees of the Company during the period ended 31 December 2020.

RAINFOREST ALLIANCE LIMITED
(A company limited by guarantee)

TRUSTEES' REPORT (INCORPORATING A DIRECTORS' REPORT)
FOR THE PERIOD ENDED 31 DECEMBER 2020

FUNDRAISING

The main source of income is through the provision of financial support from the Rainforest Alliance, Inc.

Any communications to the public made in the course of carrying out fundraising activity shall be truthful and reflect our ethos and values, that our appeals will state whether funds raised are for general funds or a specific purpose, and that all money raised via fundraising activities will be for the stated purpose of the appeal and will comply with the organisation's stated mission and purpose.

The Company does not undertake any activity that could be classified as intrusive or persistent in its approach to individuals (vulnerable or otherwise), ensuring that it does not apply undue pressure to donors to support fundraising activities.

We have had no fundraising complaints in the last financial year. If someone wants to make a complaint about our fundraising, we will provide details of our complaints procedure to them in writing upon request.

OBJECTIVES AND ACTIVITIES

The objectives of the Company are as follows:

- Advance the education of the public in subjects relating to sustainable development including ethical standards of conduct in social and environmental responsibility in farming and land use practices, business practices and consumer behaviour.
- Promote sustainable development* for the benefit of the public by:
 - The preservation, conservation and protection of the environment and the prudent use of resources;
 - The promotion of sustainable means of achieving economic growth and regeneration; and
 - The prevention and relief of poverty and the improvement of the conditions of life in socially and economically disadvantaged communities.

*Sustainable development means "development which meets the needs of the present without compromising the ability of future generations to meet their own needs".

PLANS FOR THE FUTURE

A new CEO for the worldwide organisation, Santiago Gowland, took up his post in May 2020. The Rainforest Alliance introduced a new certification program in 2020, and we are currently transitioning all certificate holders. The new certification will take full effect in July 2022. Along with this program, we are introducing a new Sustainable Agriculture Standard. The extraordinary global pandemic, coupled with the escalating climate crisis, highlight the urgent need to transform a relationship with natural resources and tackle systemic social injustices head-on.

FINANCIAL REVIEW

Total income for the year ended 31 December 2020 amounted to £1,507,425 (2019, 18 month period: £1,948,603). Expenditure amounted to £1,507,425 (2019, 18 month period: £1,948,603), giving an overall surplus/(deficit) of £NIL (2018: £NIL). No restricted income was received, or restricted expenditure incurred, in the period.

The funds at year-end are £NIL (2019: £NIL).

The financial performance and position of the company is closely monitored on a regular basis to ensure that sufficient cash is available for the continued operations of the company. Restricted funds are monitored and reported for each project.

RAINFOREST ALLIANCE LIMITED
(A company limited by guarantee)

TRUSTEES' REPORT (INCORPORATING A DIRECTORS' REPORT)
FOR THE PERIOD ENDED 31 DECEMBER 2020

DIRECTORS' RESPONSIBILITIES STATEMENT

The Directors (who are also Trustees of Rainforest Alliance Limited for the purposes of charity law) are responsible for preparing the Trustees' Report (incorporating a Directors' Report) and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the Directors to prepare financial statements for each financial year in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the Directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing these financial statements, the Directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The Directors are responsible for keeping adequate accounting records that are sufficient to show and explain the charitable company's transactions and disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

PROVISION OF INFORMATION TO AUDITOR

Each of the persons who are Directors at the time when this Directors' report is approved has confirmed that:

- so far as that Directors are aware, there is no relevant audit information of which the charitable company's auditor is unaware, and
- the Directors have taken all the steps that ought to have been taken as Directors in order to be aware of any information needed by the charitable company's auditor in connection with preparing its report and to establish that the charitable company's auditor is aware of that information.

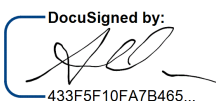
AUDITOR

The auditor, BDO LLP, will be proposed for reappointment and BDO LLP as auditor in their place. BDO LLP has indicated its willingness to continue in office.

SMALL COMPANIES NOTE

In preparing this report, the Directors have taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006.

This report was approved by the Directors on 2021 September 22 and signed on their behalf by:

DocuSigned by:

433F5F10FA7B465...

A Hinckson
Trustee

RAINFOREST ALLIANCE LIMITED
(A company limited by guarantee)

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF RAINFOREST ALLIANCE LIMITED

Opinion

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 December 2020 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

We have audited the financial statements of Rainforest Alliance Limited (the 'charitable company') for the year ended 31 December 2020 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cash Flows and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (United Kingdom Generally Accepted Accounting Practice).

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Independence

We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the Directors with respect to going concern are described in the relevant sections of this report.

RAINFOREST ALLIANCE LIMITED
(A company limited by guarantee)

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF RAINFOREST ALLIANCE LIMITED

Other information

The other information comprises the Trustees' Report (incorporating a Directors' Report). The Trustees are responsible for the other information. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Trustees' Report, which includes the Directors' Report prepared for the purposes of Company Law for the financial period for which the financial statements are prepared is consistent with the financial statements; and
- the Directors' Report which is included in the Trustees' Report, has been prepared in accordance with applicable legal requirements.

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Report.

Matters on which we are required to report on by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit, or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies exemption in preparing the Directors' Report and from the requirement to prepare a strategic report.

RAINFOREST ALLIANCE LIMITED
(A company limited by guarantee)

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF RAINFOREST ALLIANCE LIMITED

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on page 5, the trustees (who are also the directors of the charitable company for the purpose of company law), are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Extent to which the audit was capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

We gained an understanding of the legal and regulatory framework applicable to the charitable company and the industry in which it operates, and considered the risk of acts by the charitable company that were contrary to applicable laws and regulations, including fraud. Our audit procedures were designed to respond to the risk, recognising that the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion.

We focused on laws and regulations that could give rise to a material misstatement in the financial statements, including, but not limited to, financial reporting legislation, the Companies Act 2006, the Charities Act, pensions and tax legislation. We assessed the extent of compliance with these laws and regulations as part of our procedures on the related financial statement items. Our tests included agreeing the financial statement disclosures to underlying supporting documentation, review of board meeting minutes, enquiries with management and review of correspondence with external legal advisors.

We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls), and determined that the principal risks were related to management bias in accounting estimates. We addressed the risk of management override of internal controls through testing journals, in particular any entries posted with unusual account combinations or posted to impact revenue. We evaluated whether there was evidence of bias by the trustees in accounting estimates that represented a risk of material misstatement due to fraud.

There are inherent limitations in the audit procedures described above and, the further removed noncompliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Councils website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

RAINFOREST ALLIANCE LIMITED
(A company limited by guarantee)

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF RAINFOREST ALLIANCE LIMITED

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

DocuSigned by:
BDO LLP
2CA02FD38C43456...

Richard Willis (Senior Statutory Auditor)
For and on behalf of BDO LLP, Statutory Auditor
London, UK

Date 29 September 2021

BDO LLP is a limited liability partnership registered in England and Wales (with registered number OC305127).

RAINFOREST ALLIANCE LIMITED
(A company limited by guarantee)

STATEMENT OF FINANCIAL ACTIVITIES
(Incorporating an Income and Expenditure Account)
FOR THE PERIOD ENDED 31 DECEMBER 2020

		Unrestricted funds (12 months ended 31 December 2020) £	Restricted funds (12 months ended 31 December 2020) £	Total funds (12 months ended 31 December 2020) £	Total funds (18 months ended 31 December 2019) £
	Note				
INCOME FROM:					
Income from charitable activities	2	1,507,425	-	1,507,425	1,948,603
TOTAL INCOME		<u>1,507,425</u>	<u>-</u>	<u>1,507,425</u>	<u>1,948,603</u>
EXPENDITURE ON:					
Charitable activities	3	1,507,425	-	1,507,425	1,948,603
TOTAL EXPENDITURE		<u>1,507,425</u>	<u>-</u>	<u>1,507,425</u>	<u>1,948,603</u>
NET INCOME/(EXPENDITURE) FOR THE YEAR, BEING NET MOVEMENT IN FUNDS		-	-	-	-
TOTAL FUNDS AT 31 DECEMBER		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

The notes on pages 13 to 22 form part of these financial statements

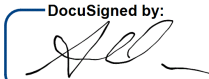
RAINFOREST ALLIANCE LIMITED
(A company limited by guarantee)

BALANCE SHEET
AS AT 31 DECEMBER 2020

	Note	31 December 2020 £	31 December 2019 £
NON-CURRENT ASSETS			
Tangible Assets	8	22,128	-
CURRENT ASSETS			
Debtors	9	2,578	19,279
Cash at bank		24,282	66,553
		26,860	85,832
CURRENT LIABILITIES			
Creditors due within one year	10	(48,988)	(85,832)
NET CURRENT LIABILITIES		(22,128)	-
NET ASSETS		-	-
CHARITY FUNDS			
Restricted funds	11	-	-
Unrestricted funds	11	-	-
TOTAL FUNDS		-	-

The financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

The financial statements were approved by the Directors on 2021 September 22 and signed on their behalf, by:

DocuSigned by:

 433F5F10FA7B465...

A Hinckson
Trustee

The notes on pages 13 to 22 form part of these financial statements

RAINFOREST ALLIANCE LIMITED
(A company limited by guarantee)

STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 31 DECEMBER 2020

	12 months ended 31 December 2020 £	<i>18 months ended 31 December 2019 £</i>
Cash flows from operating activities		
Net income/(expenditure) for the year	-	-
Reconciliation to cash generated from operations:		
Decrease in debtors	16,701	2,460
Increase/(decrease) in creditors	(36,844)	20,940
Net cash (used in)/provided by operating activities	(20,143)	23,400
Cash flows from investing activities		
Capital Expenditure	(22,128)	-
Net cash (used in)/provided by operating activities	(22,128)	-
Net (decrease)/increase in cash in the year	(42,271)	23,400
Reconciliation of net cash flow movements to net funds		
Net increase/(decrease) in cash in the year	(42,271)	23,400
At 1 January/1 July	66,553	43,153
At 31 December/30 June	24,282	66,553
Consisting of:		
Cash at bank	24,282	66,553

	1 January 2020 £	Cash flows £	Non-cash movement £	31 December 2020 £
Cash at bank	66,553	(42,272)	-	24,282
Analysis of changes in net debt:				

The notes on pages 13 to 22 form part of these financial statements.

RAINFOREST ALLIANCE LIMITED
(A company limited by guarantee)

NOTES TO THE FINANCIAL ACTIVITIES
FOR THE PERIOD ENDED 31 DECEMBER 2020

1. ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

The accounts (financial statements) have been prepared in accordance with the Charities SORP (FRS102) applicable to charities preparing their accounts in accordance with FRS102 the Financial Reporting Standard applicable in the UK and Republic of Ireland, the Companies Act 2006 and the Charities Act 2011 and UK Generally Accepted Practice as it applies from 1 January 2015. Assets and liabilities are recognised at historical cost or transactional value unless otherwise stated in the accounting policies. The company meets the definition of a public benefit entity under FRS 102.

1.2 Company status

The company is a company limited by guarantee, incorporated and domiciled in the UK, with the registered number 07171690. It is also a charity registered in England and Wales, charity number 1185764. The Rainforest Alliance Inc. is the sole member of the member of the company. The address of the registered office is Unit 2.7, The Green House, 244-254 Cambridge Heath Road, London, E2 9DA

Details of the principal activities of the company are given in the Trustees' Report.

The financial statements have been prepared for the 12 month period to 31 December 2020 and are presented in Pound Sterling (GBP), as that is the currency in which the majority of the company's transactions are denominated. The accounts are rounded to the nearest pound.

1.3 Going concern

The financial statements have been prepared on a going concern basis, as the trustees believe that no material uncertainties exist. COVID-19 has impacted on activities and operations within the Company in different ways as discussed in the risk section of the Trustees report on page 3.

The Directors have confirmed that the major sources of grant funding are committed and the delivery of the activities can be adjusted to ensure that guidelines around social distancing can still be applied.

Furthermore, the Directors are confident that costs will only be incurred to the extent that funding is secured. The Directors are confident that the company and its ultimate parent undertakings, the Rainforest Alliance, has adequate resources to continue operating for the foreseeable future, defined as a 12 month period from the date of approving these accounts, and, for this reason, the Trustees continue to adopt the going concern basis in preparing the accounts

1.4 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Directors in furtherance of the general objectives of the company and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors which have been raised by the company for particular purposes. The cost of raising and administering such funds are charged against the specific fund.

1.5 Income

All income is included in the Statement of Financial Activities when the company is legally entitled to the income and the amount can be quantified with reasonable accuracy and the likelihood of receipt of the income is probable.

Income comprises amounts funded during the year.

RAINFOREST ALLIANCE LIMITED
(A company limited by guarantee)

NOTES TO THE FINANCIAL ACTIVITIES (continued)
FOR THE PERIOD ENDED 31 DECEMBER 2020

1. ACCOUNTING POLICIES (continued)

1.6 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

Expenditure on charitable activities includes support costs for those functions that assist the work of the charity but do not directly undertake charitable activities. Support costs include back office costs, finance, personnel, payroll and governance costs which support the Companies operations and activities.

1.7 Pensions

Defined contribution pension plan

The Company operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the Company pays fixed contributions into a separate entity. Once the contributions have been paid the Company has no further payment obligations.

Contributions are charged to the income and expenditure account as they become payable in accordance with the rules of the scheme. Amounts not paid are shown in accruals as a liability in the Statement of Financial Position. The assets of the plan are held separately from the Company in independently administered funds.

1.8 Debtors

Debtors are measured at transaction price, less any impairment.

1.9 Cash at bank and in hand

Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

1.10 Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors are measured at the transaction price.

1.11 Financial instruments

The company has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

Financial assets held at amortised cost comprise cash and bank and in hand, together with trade and other debtors. Financial liabilities held at amortised cost comprise bank loans and overdrafts, trade and other creditors.

1.12 Operating Leases

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to the statement of financial activities on a straight line basis over the lease term.

RAINFOREST ALLIANCE LIMITED
(A company limited by guarantee)

NOTES TO THE FINANCIAL ACTIVITIES (continued)
FOR THE PERIOD ENDED 31 DECEMBER 2020

1. ACCOUNTING POLICIES (continued)

1.13 Critical accounting judgements and key sources of estimation uncertainty

In the application of the company's accounting policies, the directors are required to make judgements, estimates, assumptions about the carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and underlying assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an on-going basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects the current and future periods.

In the view of the directors, no assumptions concerning the future or estimation uncertainty affecting assets and liabilities at the balance sheet date are likely to result in a material adjustment to their carrying amounts in the next financial year.

2. INCOME

	Unrestricted funds (12 months ended 31 December 2020) £	Restricted funds (12 months ended 31 December 2020) £	Total funds (12 months ended 31 December 2020) £	<i>Total funds (18 months ended 31 December 2019) £</i>
Donations and legacies	26,385	-	26,385	<i>2,906</i>
Income from charitable activities:				
- Grants	1,481,040		1,481,040	<i>1,945,653</i>
- Sundry income	-	-	-	<i>44</i>
Total income from charitable activities	1,481,040	-	1,481,040	<i>1,945,697</i>
Total	1,507,425	-	1,507,425	<i>1,948,603</i>

RAINFOREST ALLIANCE LIMITED
(A company limited by guarantee)

NOTES TO THE FINANCIAL ACTIVITIES (continued)
FOR THE PERIOD ENDED 31 DECEMBER 2020

3. CHARITABLE ACTIVITIES

	Unrestricted funds (12 months ended 31 December 2020) £	Restricted funds (12 months ended 31 December 2020) £	Total funds (12 months ended 31 December 2020) £	Total funds (18 months ended 31 December 2019) £
Gross salaries	978,537	-	978,537	1,132,076
Employers NI contributions	104,878	-	104,878	111,659
Employers pension contributions	48,547	-	48,547	58,429
Rent payable	147,722	-	147,722	208,338
Computer costs	26,538	-	26,538	15,957
Sundry consumable supplies	33	-	33	79
Publicity	15,990	-	15,990	17,579
Training	6,754	-	6,754	3,983
Printing, stationery	7,128	-	7,128	4,875
Accountancy fees	5,397	-	5,397	33,154
Consultancy fees	108,181	-	108,181	160,551
Subscriptions/membership fees	1,332	-	1,332	6,935
Travel & subsistence	19,381	-	19,381	138,179
Bank charges	765	-	765	1,040
Audit fees	16,200	-	16,200	10,500
Telephone, postage & advertising	15,703	-	15,703	28,530
Insurance	1,737	-	1,737	1,635
Legal costs	300	-	300	12,265
Recruitment costs	438	-	438	2,839
Repairs and maintenance	1,864	-	1,864	-
Total	1,507,425	-	1,507,425	1,948,603

The costs above are classified as:

	Direct Costs 2020 £	Support Costs 2020 £	Governance costs 2020 £	Total costs 2020 £	Total costs 2019 £
Total	1,490,925	-	16,500	1,507,425	1,948,603

RAINFOREST ALLIANCE LIMITED
(A company limited by guarantee)

NOTES TO THE FINANCIAL ACTIVITIES (continued)
FOR THE PERIOD ENDED 31 DECEMBER 2020

4. GOVERNANCE COSTS

	12 months ended 31 December 2020 £	<i>18 months ended 31 December 2019 £</i>
Auditor's remuneration	16,200	10,500
Legal fees	300	12,265
	16,500	22,765

5. STAFF NUMBER AND EMOLUMENTS

The average monthly number of employees, including directors, during the period was 21 (2019 – 17).

	12 months ended 31 December 2020 £	<i>18 months ended 31 December 2019 £</i>
Staff emoluments	978,537	1,132,076
Social security costs	104,878	111,659
Pension costs	48,547	58,429
Total	1,131,962	1,302,164

The number of higher paid employees was:

	12 months ended 31 December 2020 £	<i>18 months ended 31 December 2019 £</i>
In the band £60,001 - £70,000	1	2
In the band £70,001 - £80,000	3	1
In the band £80,001 - £90,000	1	-
In the band £90,001 - £100,000	1	-

The Trustees consider themselves as comprising the key management personnel of the Foundation, in charge of directing and controlling the Foundation. During the year, the Trustees received no remuneration, benefits in kind or reimbursement of expenses (2019: None).

6. TRUSTEES' EMOLUMENTS AND REIMBURSED EXPENSES

Neither the Directors nor any persons connected with them have received remuneration or reimbursements for their services as trustees of the Company during the period ended 31 December 2020.

RAINFOREST ALLIANCE LIMITED
(A company limited by guarantee)

NOTES TO THE FINANCIAL ACTIVITIES (continued)
FOR THE PERIOD ENDED 31 DECEMBER 2020

7. NET (EXPENDITURE)/INCOME

This is stated after charging:

	12 months ended 31 December 2020	<i>18 months ended 31 December 2019</i>
	£	£
Legal costs	300	12,265
Operating lease	147,722	197,964
Auditor's remuneration	16,200	10,500

8. TANGIBLE FIXED ASSETS

	Leasehold Land and Buildings	Furniture, Fittings and Equipment	Total
	£	£	£
<u>Cost/valuation</u>			
At 1 January 2020	-	-	-
Additions	755	21,373	22,128
At 31 December 2020	755	21,373	22,128
<u>Depreciation</u>			
At 1 January 2020	-	-	-
Charge for the year	-	-	-
At 31 December 2020	-	-	-
<u>Net book value</u>			
At 31 December 2020	755	21,373	22,128
At 31 December 2019	-	-	-

RAINFOREST ALLIANCE LIMITED
(A company limited by guarantee)

NOTES TO THE FINANCIAL ACTIVITIES (continued)
FOR THE PERIOD ENDED 31 DECEMBER 2020

9. DEBTORS

	31 December 2020 £	<i>31 December 2019 £</i>
Other debtors	2,578	19,279
Total	2,578	19,279

10. CREDITORS

	31 December 20120 £	<i>31 December 2019 £</i>
Amounts owed to group undertakings	11,634	42,673
Other taxation and social security	22,601	20,836
Pensions payable	3,875	3,813
Accruals and deferred income	10,878	18,510
Total	48,988	85,832

RAINFOREST ALLIANCE LIMITED
(A company limited by guarantee)

NOTES TO THE FINANCIAL ACTIVITIES (continued)
FOR THE PERIOD ENDED 31 DECEMBER 2020

11. MOVEMENT IN FUNDS

	Brought Forward £	Income (12 months ended 31 December 2020) £	Expenditure (12 months ended 31 December 2020 £	Carried Forward £
Unrestricted funds	-	1,507,425	(1,507,425)	-
Restricted funds	-	-	-	-
Total funds	-	1,507,425	(1,507,425)	-

	<i>Brought Forward £</i>	Income (18 months ended 31 December 2019) £	Expenditure (18 months ended 31 December 2019 £	<i>Carried Forward £</i>
Unrestricted funds	-	1,948,603	(1,948,603)	-
Restricted funds	-	-	-	-
Total funds	-	1,948,603	(1,948,603)	-

RAINFOREST ALLIANCE LIMITED
(A company limited by guarantee)

NOTES TO THE FINANCIAL ACTIVITIES (continued)
FOR THE PERIOD ENDED 31 DECEMBER 2020

11. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Restricted funds (31 December 2020) £	Unrestricted funds (31 December 2020) £	Total funds (31 December 2020) £
Non-current assets	-	22,128	22,128
Current assets	-	26,860	26,860
Current liabilities	-	(48,988)	(48,988)
	-	-	-

	<i>Restricted funds (31 December 2019) £</i>	<i>Unrestricted funds (31 December 2019) £</i>	<i>Total funds (31 December 2019) £</i>
Current assets	-	85,832	85,832
Current liabilities	-	(85,832)	(85,832)
	-	-	-

12. ULTIMATE AND IMMEDIATE PARENT UNDERTAKING

The company is under the control of the Rainforest Alliance Inc., a company incorporated in the United States of America.

The principal objects of the Rainforest Alliance Inc. are to advance the education of the public in subjects relating to sustainable development including ethical standards of conduct in social and environmental responsibility in farming and land use practices, business practices, consumer behaviour and promote sustainable development for the benefit of the public.

Control can be exercised by the Rainforest Alliance Inc. through the power to appoint or remove the majority of trustees.

The address from which the public can obtain the consolidated accounts that include the subsidiary charity's accounts is Rainforest Alliance, 125 Broad Street, 9th Floor, New York, NY 10004.

RAINFOREST ALLIANCE LIMITED
(A company limited by guarantee)

NOTES TO THE FINANCIAL ACTIVITIES (continued)
FOR THE PERIOD ENDED 31 DECEMBER 2020

13. RELATED PARTY TRANSACTIONS

Rainforest Alliance Inc. advanced funds of £1,450,000 (2019: £1,970,000) to Rainforest Alliance Limited to fund its operation in the UK. During the 12 months ended 31 December 2020 the Rainforest Alliance Limited spent more than expected by £31,039 (18 months to 31 December 2019: spent less than expected by £24,347).

At the year-end Rainforest Alliance Limited owed amounts to Rainforest Alliance Inc. totalling £11,634 (2019: £42,673).

14. OPERATING LEASES

At 31 December 2020 the Company had future minimum lease payments under non-cancellable operating leases as follows:

	31 December 2020 £	<i>31 December 2019 £</i>
Not later than 1 year	19,456	<i>148,304</i>
Later than 1 year and not later than 5 years	-	<i>9,728</i>
	<u>19,456</u>	<i><u>158,032</u></i>